

STATEMENT OF PROCEEDINGS
SAN DIEGO COUNTY SANITATION DISTRICT
REGULAR MEETING
MEETING AGENDA
WEDNESDAY, SEPTEMBER 17, 2014, 09:00 A.M.
BOARD OF SUPERVISORS NORTH CHAMBER
1600 PACIFIC HIGHWAY, ROOM 310, SAN DIEGO, CALIFORNIA

MORNING SESSION: Meeting was called to order at 9:01 a.m.

PRESENT: Directors Dianne Jacob, Chairwoman; Bill Horn, Vice Chairman; Greg Cox; Dave Roberts; Ron Roberts; also Nicole C. Temple, Assistant Clerk.

Approval of Statement of Proceedings/Minutes for the meetings of July 30, 2014 and August 5, 2014.

ACTION:

ON MOTION of Director Cox, seconded by Director R. Roberts, the Board of Directors of the San Diego Sanitation District approved the Statement of Proceedings/Minutes for the meetings of July 30, 2014 and August 5, 2014, on Consent.

AYES: Cox, Jacob, D. Roberts, R. Roberts, Horn

Public Communication: [No Speakers]

NOTICE: THE BOARD OF SUPERVISORS MAY TAKE ANY ACTION WITH RESPECT TO THE ITEMS INCLUDED ON THIS AGENDA. RECOMMENDATIONS MADE BY COUNTY STAFF DO NOT LIMIT ACTIONS THAT THE BOARD OF SUPERVISORS MAY TAKE. MEMBERS OF THE PUBLIC SHOULD NOT RELY UPON THE RECOMMENDATIONS IN THE BOARD LETTER AS DETERMINATIVE OF THE ACTION THE BOARD OF SUPERVISORS MAY TAKE ON A PARTICULAR MATTER.

Sanitation District Agenda Items

Agenda # Subject

1. APPROVAL TO ENTER INTO A MEMORANDUM OF UNDERSTANDING FOR THE EAST COUNTY REGIONAL WATER REUSE PROGRAM FEASIBILITY STUDY
[FUNDING SOURCE(S): SAN DIEGO COUNTY SANITATION DISTRICT FUND BALANCE]

2. APPROVAL OF JOINT COMMUNITY FACILITIES AGREEMENTS, APPROVAL OF AMENDED BOUNDARY MAP AND INTENTION TO ANNEX ADDITIONAL PROPERTY FOR COMMUNITY FACILITIES DISTRICT NO. 2008-01 (HARMONY GROVE VILLAGE)

(RELATES TO BOARD OF SUPERVISORS AGENDA NO. 4 AND FLOOD CONTROL DISTRICT AGENDA NO. FL1)

3. COUNTY OF SAN DIEGO TRACT NO. 5365-8: APPROVAL OF FINAL MAP AND SECURED AGREEMENT FOR PUBLIC AND PRIVATE IMPROVEMENTS FOR HARMONY GROVE VILLAGE (PHASE II) LOCATED IN SAN DIEGUITO COMMUNITY PLAN AREA

(RELATES TO BOARD OF SUPERVISORS AGENDA NO. 5)

SA1. SUBJECT: APPROVAL TO ENTER INTO A MEMORANDUM OF UNDERSTANDING FOR THE EAST COUNTY REGIONAL WATER REUSE PROGRAM FEASIBILITY STUDY (DISTRICT: 2)

OVERVIEW:

Collectively, the Padre Dam Municipal Water District (Padre Dam), the San Diego County Sanitation District (Sanitation District), and the City of El Cajon collect approximately 16 million gallons per day (mgd) of wastewater from communities in east San Diego County. Of this total amount, two mgd is currently treated at Padre Dam's Ray Stoyer Water Recycling Facility (WRF) in Santee. Approximately 14 mgd of the remaining wastewater is conveyed nearly 20 miles downstream to the City of San Diego's Point Loma Wastewater Treatment Plant and discharged to the ocean as treated effluent.

Padre Dam has proposed studying the feasibility of expanding the WRF to treat the remaining 14 mgd of wastewater collected by the agencies with the objective of producing advanced treated water for potable reuse. Padre Dam and Helix Water District have been identified as potential purveyors of this new local water supply within the districts' service areas.

The proposed feasibility study would identify the requisite treatment and conveyance facilities, costs, and institutional arrangements to implement the regional reuse project. The estimated cost of the study is \$275,000, of which \$75,000 would be funded from an anticipated "Water Recycling Facilities Planning Grant" through the state Water Resources Control Board, Division of Financial Assistance. The balance of the study cost would be funded in the amount of \$50,000 each by the four stakeholder agencies, including: the Sanitation District, Padre Dam, City of El Cajon, and Helix Water District. The proposed Memorandum of Understanding between the four stakeholder agencies describes the feasibility study, stakeholder coordination, and financial obligations of each agency. Padre Dam has received its Board's approval to apply for the grant, once the MOU has been signed by all stakeholders.

This is a request to authorize execution of the Memorandum of Understanding for the East County Regional Water Reuse Program Feasibility Study. If approved, the Sanitation District will provide \$50,000 to fund its share of the study's costs.

FISCAL IMPACT:

Funds for this request are included in the Fiscal Year 2014-15 Operational Plan for the San Diego County Sanitation District. If approved, this request will result in costs between \$50,000 and \$69,000 for the East County Regional Water Reuse Program Feasibility Study. If a grant is secured by the Padre Dam Municipal Water District, the San Diego County Sanitation District cost will be \$50,000. If the Padre Dame Municipal Water District is not successful in securing the grant, the County Sanitation District cost will be up to \$69,000. The funding source is San Diego County Sanitation District fund balance. There will be no change in net General Fund cost and no additional staff years.

BUSINESS IMPACT STATEMENT:

The proposed study will explore development of potential potable water reuse markets which could put downward pressure on future water prices in the study area.

RECOMMENDATION:**CHIEF ADMINISTRATIVE OFFICER**

1. Find, pursuant to Sections 15060(c)(2) and (3) of the California Environmental Quality Act (CEQA) Guidelines that the requested action is exempt from CEQA because this project consists of joint funding for a study that will not result in a direct or reasonably foreseeable indirect physical change in the environment.
2. Approve and authorize the Clerk of the Board to enter into a Memorandum of Understanding among the Padre Dam Municipal Water District, Helix Water District, San Diego County Sanitation District, and City of El Cajon for the East County Regional Water Reuse Program Feasibility Study.
3. Authorize the Director, Department of Public Works, to approve amendments to the Memorandum of Understanding if necessary, and up to \$19,000 in additional funding from the San Diego County Sanitation District budget, should the anticipated \$75,000 grant from the California Water Resources Control Board not be successfully secured.

ACTION:

ON MOTION of Director Cox, seconded by Director R. Roberts, the Board of Directors of the San Diego County Sanitation District took action as recommended, on Consent.

AYES: Cox, Jacob, D. Roberts, R. Roberts, Horn

SA2. SUBJECT: APPROVAL OF JOINT COMMUNITY FACILITIES AGREEMENTS, APPROVAL OF AMENDED BOUNDARY MAP AND INTENTION TO ANNEX ADDITIONAL PROPERTY FOR COMMUNITY FACILITIES DISTRICT NO. 2008-01 (HARMONY GROVE VILLAGE) (DISTRICT: 5)

OVERVIEW:

On June 25, 2008 (10), the Board adopted a resolution forming Community Facilities District No. 2008-01 (Harmony Grove Village), County of San Diego, State of California (CFD No. 08-01 or District), an approximately 470-acre community development located west of the City of Escondido where Harmony Grove Road meets Country Club Drive in the unincorporated community of Elfin Forest. Harmony Grove Village is being developed by Standard Pacific Corporation (Developer) and is anticipated to be composed of various residential opportunities, an equestrian center, trails and parks, and a town square. Special taxes collected from property owners within CFD No. 08-01 will help fund public facilities (Facilities) to be acquired and / or operated by the County of San Diego,

Rincon del Diablo Water District (Rincon) and the San Diego County Sanitation District (Sanitation District), and certain public services (Services) to be provided by the San Diego County Flood Control District (Flood Control District). If approved as part of today's item, the Joint Community Facilities Agreements between the County of San Diego and the respective districts will allow Rincon, the Sanitation District, and the Flood Control District to acquire and operate or provide, as applicable, such Facilities and Services that are anticipated to be funded by special taxes of CFD No. 08-01.

Since the time that the Board adopted a resolution forming CFD No. 08-01, boundaries of the parcels within the District have changed. The District was formed with two improvement areas, Improvement Area No. 1 (IA No. 1) and Improvement Area No. 2 (IA No. 2), each with a distinct special tax formula. At the time of formation in 2008, the existing parcel lines did not follow the intended eventual boundaries of the District or the improvement areas within the District. Currently, parcel lines are now aligned, and, as anticipated at the time of formation of CFD No. 08-01 and pursuant to the special tax formula documents, certain territory originally in IA No. 1 (Additional Territory No. 1) was released from IA No. 1 with the intention to be annexed to IA No. 2 to reflect this alignment. Accordingly, an amended boundary map has been prepared reflecting such release of such territory. As Additional Territory No. 1 was released from IA No. 1, a notice of cancellation of the IA No. 1 special tax with respect to such Additional Territory No. 1 has been prepared. The Additional Territory No. 1, as well as certain areas outside of the CFD No. 08-01 (Additional Territory No. 2, and with Additional Territory No. 1, Additional Territory) must be annexed to IA No. 2 of CFD No. 08-01. Such annexation of Additional Territory No. 1 was also intended at the time of formation of CFD No. 08-01 to occur once a final map had been recorded that created unique assessor parcels for the area .

Today's item requests the Board's (a) approval of the amended boundaries of CFD No. 08-01 and the boundaries between its IA No. 1 and IA No. 2, and (b) intention to include the Additional Territory to IA No. 2 of CFD No. 08-01 to align with the current boundaries of the parcels in Harmony Grove Village, and to call a public hearing on the matter.

The final map for Phase II of Harmony Grove Village (County of San Diego Tract No. 5365-8) is being considered as a separate land use item on today's Board of Supervisors' agenda.

FISCAL IMPACT:

All costs related to the administration of CFD No. 08-01 and the construction and acquisition of facilities will be paid through special taxes collected by the District. The Developer has delivered a deposit to fund formation and administration costs that will be reimbursed from bond proceeds. There will be no change in net General Fund costs and no additional staff years.

BUSINESS IMPACT STATEMENT:

N/A

RECOMMENDATION:
CHIEF ADMINISTRATIVE OFFICER

Acting as the Board of Directors for the San Diego County Sanitation District
Adopt a resolution entitled:

RESOLUTION OF THE BOARD OF DIRECTORS OF THE
SAN DIEGO COUNTY SANITATION DISTRICT
APPROVING THE EXECUTION AND DELIVERY OF A
JOINT COMMUNITY FACILITIES AGREEMENT IN
CONNECTION WITH COMMUNITY FACILITIES DISTRICT
NO. 2008-01 (HARMONY GROVE VILLAGE), COUNTY OF
SAN DIEGO, STATE OF CALIFORNIA AND OTHER
MATTERS RELATED THERETO.

(Relates to Board of Supervisors Agenda No. 4 and Flood Control District Agenda
No. FL1)

ACTION:

ON MOTION of Director Cox, seconded by Director R. Roberts, the Board of
Directors of the San Diego County Sanitation District took action as recommended,
on Consent, adopting Resolution No. 14-140, entitled: RESOLUTION OF THE
BOARD OF DIRECTORS OF THE SAN DIEGO COUNTY SANITATION
DISTRICT APPROVING THE EXECUTION AND DELIVERY OF A JOINT
COMMUNITY FACILITIES AGREEMENT IN CONNECTION WITH
COMMUNITY FACILITIES DISTRICT NO. 2008-01 (HARMONY GROVE
VILLAGE), COUNTY OF SAN DIEGO, STATE OF CALIFORNIA AND
OTHER MATTERS RELATED THERETO.

AYES: Cox, Jacob, D. Roberts, R. Roberts, Horn

**SA3. SUBJECT: COUNTY OF SAN DIEGO TRACT NO. 5365-8: APPROVAL OF
FINAL MAP AND SECURED AGREEMENT FOR PUBLIC AND
PRIVATE IMPROVEMENTS FOR HARMONY GROVE
VILLAGE (PHASE II) LOCATED IN SAN DIEGUITO
COMMUNITY PLAN AREA (DISTRICT: 5)**

OVERVIEW:

The purpose of this item is for the Board of Supervisors (Board) to review and
approve the final map and secured agreement for public and private improvements
for Phase II of Harmony Grove Village, consisting of units 8 through 11. One
subdivision map (VTM 5365-8) is proposed to record over these remaining four
units. Phase II encompasses 183 single family residential lots, 30 property owner
association (POA) lots, and 6 private road lots on approximately 163.8 acres.
County of San Diego Tract No. 5365-8, known as Harmony Grove Village (Phase
II) is the final phase of Harmony Grove Village, a mixed use 470.8 acre Planned
Community. The project is located near the intersection of Harmony Grove Road
and Country Club Drive, west of the City of Escondido in the San Dieguito
Subregional Plan Area (2009 Thomas Guide, Page 1129, C-5).

Public Streets and Other Improvements

The developer is required to construct public streets and other improvements needed to serve the lots that would be created if this final map is approved. After the Board approved the Tentative Map and Resolution in 2007, the applicant worked with County staff to satisfy the conditions of approval. The final map, grading plans and improvement plans have been prepared and approved by staff, and staff recommends Board approval.

Agreement

The project is being brought before the Board for approval of one final map and secured agreement for public and private improvements. Since this final map includes improvements that would ultimately be maintained and/or owned and operated by the County and the County Sanitation District, the Board and the Board of Directors for the San Diego County Sanitation District must consider individual recommendations for the final map of this phase. Approval of the Board acting on behalf of the County Sanitation District is required to approve a secured agreement for the sewer improvements.

In a related matter on today's agenda, there is a request to amend the boundary of Community Facilities District No. 2008-01 associated with Harmony Grove Village.

FISCAL IMPACT:

N/A

BUSINESS IMPACT STATEMENT:

N/A

RECOMMENDATION:**CHIEF ADMINISTRATIVE OFFICER**

Acting as the Board of Directors of the San Diego County Sanitation District:

1. Accept the sanitary sewer easements as dedicated on said map.
2. Approve and authorize the Clerk of the Board of Supervisors to execute the Joint Agreement to Improve Major Subdivision, which includes street improvements, drainage facilities, sewer and water facilities and final monumentation (Attachment B).

(Relates to Board of Supervisors Agenda No. 5)

ACTION:

ON MOTION of Director Cox, seconded by Director R. Roberts, the Board of Directors of the San Diego County Sanitation District took action as recommended, on Consent.

AYES: Cox, Jacob, D. Roberts, R. Roberts, Horn

There being no further business, the Board of Directors of the San Diego County Sanitation District adjourned at 9:34 a.m.

THOMAS J. PASTUSZKA
Clerk of the Board of Directors
of Sanitation District

Notes By: Miller

NOTE: This Statement of Proceedings sets forth all actions taken by the County of San Diego Board Directors of Sanitation District on the matters stated, but not necessarily the chronological sequence in which the matters were taken up.